

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 1094 - SB 1013

February 27, 2011

SUMMARY OF BILL: Authorizes an emergency communication district (ECD) to purchase goods or equipment directly from a vendor under the same terms of a legal bid initiated by another ECD without involving the originating district. Eliminates liability of the originating district for any purchases made by another district under the originating district's contract.

ESTIMATED FISCAL IMPACT:

Decrease Local Expenditures – \$8,000/Permissive

Assumption:

- Authorizing an ECD to purchase goods or equipment without implementing its own bidding process will result in a decrease to local expenditures from the decreased advertising cost for bid notices. According to the Department of Commerce and Insurance, there is an average of 20 annual statewide events at an average cost of \$400 for each event for bid advertisements for two notices resulting in a savings of \$8,000 per year ($\$400 \times 20 = \$8,000$).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink, reading "James W. White".

James W. White, Executive Director

/jdb